

9 June 1953

Memorandum for: Deputy Director (Administration)

Subject: Presidential Reorganization Plans

1. In his Message to the Congress, Relative to the Conduct of Foreign Affairs, dated 1 June 1953, the President states

"there is a need for a critical analysis of the various systems of employment and compensation for United States Government overseas civilian personnel. I am directing that this entire matter be studied with a view toward recommending appropriate legislation."

It is suggested that you may wish to request appropriate Agency officials to tie in closely with the Bureau of the Budget on any of this proposed legislation so that it will not embarrass any authorities of CIA in this field.

2. In connection with our numerous discussions regarding the salaries of senior CIA officials, I wish to point out that under the new Reorganization Plan No. 7, establishing a Foreign Operations Administration, the salary of the Director of the new Administration is established at the cabinet level at \$22,500 a year with a Deputy at \$17,500 a year. The Plan also establishes

"six new offices with such title or titles as the Director shall from time to time determine."

The compensation for two of the said offices is established at \$16,000 a year and for the other four at \$15,000 a year. The language of the Plan states that

"the persons appointed to the said new offices shall perform such functions as the Director shall from time to time designate..."

3. Reorganization Plan No. 8, establishing the United States Information Agency, sets up a Director at \$17,500 a year with a

Deputy at \$16,000 a year, thus placing the salary of the Deputy Director of this new Agency on a par with the DCI. The Plan also establishes fifteen positions which can be compensated at super-grade rates.

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WLP:jps
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